

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2005-2010 to M/s Pennar Engineered Building Systems Limited, Medak District for their proposed plant at Ankapalli and Chandapur Villages near Sadashivpeta, Medak District – Sanction - Orders- issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

OG.O.Rt.No. 582

Dated:03-10-2009

Read the following:

- 1) From the Chairman M/s Pennar Engineered Building Systems Limited, Letter No.Nil, dated.7th November, 2008.
- 2) Minutes of the State Investment Promotion Committee (SIPC) Meeting held on 20.02.2009.
- 3) Minutes of the State Investment Promotion Board (SIPB) Meeting held on 26.08.2009.

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ORDER:-

In the reference 1st read above, the Chairman, M/s Pennar Engineered Building Systems Limited, Hyderabad has stated that the Pennar Group is being set up for the design, manufacture, supply and erection of pre-engineered steel buildings and building components for industries, warehouses, commercial centres, multi-storied buildings, aircraft hangars, stadium etc., Pennar Industries Limited (PIL) is the flagship company of Pennar group. PIL manufactures value added steel products for the infrastructure, construction, pollution control and automotive sectors. It has manufacturing plants at five locations viz., Patancheru and Isnapur in Medak District, Andhra Pradesh, Tarapur in Maharashtra, Chennai and at Hosur in Tamil Nadu. The company has been providing employment to over 2500 people both directly and indirectly. The Pennar Engineered Building Systems Limited will be set up in the backward area of Medak District with a capacity of 60,000 metric tonnes of pre-engineered buildings per annum. The capital investment in this plant would be Rs.105 Crores. The project will be implemented in 18 months time and they have already acquired the required land from the private owners in the village of Ankapalli and Chandapur near Sadashivpet, Medak District and requested the Government to extend incentives under Industrial Investment Promotion Policy [IIPP] 2005-2010.

2. In the reference 2nd read above, State Investment Promotion Committee (SIPC) has discussed the above proposal and recommended to place the matter before the State Investment Promotion Board (SIPB).

3. In the reference 3rd read above, the State Investment Promotion Board (SIPB) in its meeting held on 26.08.2009 has recommended to extend the following incentives under Industrial Investment Promotion Policy (IIPP) 2005-2010 to M/s Pennar Engineered Building Systems Limited, Medak District for their proposed plant at Ankapalli and Chandapur Villages near Sadashivpeta, Medak District.

- i) 50% reimbursement of VAT & CST for a period of 5 years.
- ii) All other benefits as per Industrial Investment Promotion Policy [IIPP] 2005-10, which include:
 - a. 100% reimbursement of Stamp duty and transfer duty.
 - b. Power cost reimbursement @ Rs.0.75 per unit for 5 years from Date of Commencement of Commercial Production.
 - c. 50% of Infrastructure Assistance under IIDF limited to Rs.1.00 Crore wherever applicable.
 - d. 50% subsidy on the expenses incurred for quality certification limited to Rs.1.00 Lakh.
 - e. 25% subsidy on cleaner production measures limited to Rs.5 lakhs.
 - f. 50% subsidy on the expenses incurred for patent registration limited to Rs.5 lakhs.

P.T.O.

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4. Keeping in view of the above and also in the light of the recommendations of the State Investment Promotion Board (SIPB), Government after careful examination, hereby extend the incentives as mentioned at para (3) above to M/s Pennar Engineered Building Systems Limited, Medak District under Industrial Investment Promotion Policy (IIPP) 2005-2010 for their proposed Plant in Ankapalli and Chandapur Villages near Sadashivpeta, Medak District.

5. The Commissioner of Industries, Andhra Pradesh Hyderabad shall take necessary action in the matter accordingly and intimate the status of progress of work from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**B. SAM BOB,
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, Andhra Pradesh, Hyderabad

M/s Pennar Engineered Building Systems Limited, Medak District, through the Commissioner of Industries, Andhra Pradesh, Hyderabad.

The Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation, Hyderabad.

The District Collector, Medak .

Copy to

The Accountant General, Andhra Pradesh, Hyderabad

The Energy Department.

The Irrigation & CAD Department.

The Finance (Exp.I&C) Department.

The Revenue (CT) Department.

The Commissioner of Commercial Taxes, Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APCPDC Ltd., Hyderabad

The General Manager, District Industries Centre, Medak District.

P.S. to Minister(Major Industries)

P.S. to Spl. CS, Rev. Dept./P.S. to Prl. Secy. to Govt., Rev.(CT) Dept.

P.S. to Addl. Secy. to CM/P.S. to Prl.Secy. (Irrigation) Dept.

P.S. to Spl.CS, Energy Dept./P.S. to Prl. Secy. & CIP/SC/SF

//Forwarded :: By order//

SECTION OFFICER